

**COMMONWEALTH OF KENTUCKY
ENVIRONMENTAL AND PUBLIC PROTECTION CABINET
OFFICE OF FINANCIAL INSTITUTIONS
AGENCY CASE NO. 2005-AH- 029**

IN THE MATTER OF:
JOHN L. WILLIAMSON

SETTLEMENT AGREEMENT

BACKGROUND AND FACTUAL FINDINGS

1. John L. Williamson is registered with the Office of Financial Institutions ("OFI") as a securities dealer and has a valid mortgage exemption, as an individual, to engage in the business of a mortgage loan broker in the Commonwealth of Kentucky.

2. Mr. Williamson is owner of Mortgage Services, Inc. which is located at 62 South Main Street, Winchester Kentucky.

3. On July 5, 2005, examiners from OFI visited Mortgage Services, Inc., to determine whether any mortgage business was being conducted from that office. The examiners found that the company, through its employees was brokering mortgage loans.

4. Mortgage Services, Inc. is not licensed with OFI nor is it registered with the Secretary of State's Office to do business in Kentucky.

5. By engaging in the mortgage loan broker business without a license, Mortgage Services violated KRS 294.030(1)(a).

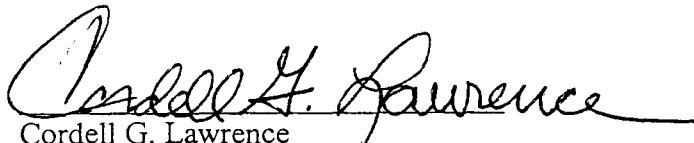
6. By engaging in business without being qualified to do business as required by KRS Chapter 271B, Mortgage Services violated KRS 294.220(3)(a).

AGREEMENT AND ORDER

OFI and John L. Williamson, in the interest of economically and efficiently resolving the issues raised in the foregoing Background and Factual Findings, agree as follows:

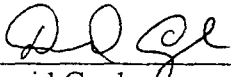
1. Mr. Williamson agrees to terminate his office, Mortgage Services, Inc., 62 South Main Street, Winchester, Kentucky, effective immediately.
2. Mr. Williamson acknowledges and understands that his exemption from the licensing requirements of KRS Chapter 294 applies to him as an individual exclusively and does not extend to any businesses or persons in his employment.
3. Mr. Williamson agrees to pay a fine in the amount of two thousand dollars (\$2,000.00) for violations of KRS Chapter 294.
4. A check in the amount of the agreed upon fine shall be made payable to "Kentucky State Treasurer" and mailed to the Office of Financial Institutions, 1025 Capital Center Drive, Suite 200, Frankfort, Kentucky 40601.

IT IS SO ORDERED on this the 20th day of October, 2005.


Cordell G. Lawrence
Executive Director

Consented to:

This 24th day of August, 2005



David Coyle,
Director
Division of Financial Institutions
Office of Financial Institutions

Consented to:

This 21st day of September 2005



John L. Williamson
Owner
Mortgage Services, Inc.